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| DIRECTOR INFO | | | | |

- 1. MORNING EDITION OF "CHINA POST" 7 OCT CARRIES LENGTHY
 ARTICLE, HEADLINED: "CAT SUSPENDS MANILA FLIGHTS; SERVICE NOW
 RENDERED BY CAL." IN PART IT GOES ON TO SAY: "CAT, CHINA'S
 FLAG CARRIER FOR TWO DECADES, YESTERDAY SUSPENDED ITS FLIGHTS
 BETWEEN TAIPEI AND MANILA. IT HAD MADE FOUR FLIGHTS BETWEEN
 THE TWO CAPITAL A WEEK FOR OVER 15 YEARS... THE SERVICE IS
 NOW RENDERED BY CAL, ANOTHER CHINESE FLAG CARRIER (WHICH) BEGAN
 TO SERVE MANILA YESTERDAY."
- 2. THE STORY CONTINUES: "UTSPOKESMAN OF CCAA SAID THE FLTS
 WERE SUSPENDED PENDING NEGOTIATIONS BETWEEN ROC AND THE PHILIPPINES ON A POSSIBLE AMENDMENT TO THEIR AVIATION AGREEMENT.

 UNDER THE EXISTING AGREEMENT, ONLY ONE FLAG CARRIER CAN SERVE
 THE TWO CAPITALS. . . (THE SPOKESMAN) SAID SIMILAR NEGOTIATIONS
 ARE BEING CARRIED ON BETWEEN ROC AND ROK. CAT IS PRESENTLY MAKING
 TAIPEI-SEOUL FLTS, BUT CAL IS PLANNING TO OPEN ITS TPE-SEL
 SERVICE NEXT WEDNESDAY. 'WE HOPE BOTH OUR AGLINES MAY SERVE
 MANILAAND SEOUL' THE SPOKESMAN ADDED."

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3. HAVE RECEIVED PICAB APPROVAL FOR DC-6B SPECIAL FLT
TPE-MNL AFTERNOON 7 OCT AND FOR CV88Ø SPECIAL FLT 9 OCT TO MOVE
BALANCE CAT DOUBLE TEN TRAFFIC TO TAIPEI. PICAB HAS ADVISED
MANILIA STATION MGR OF THEIR CONCERN "OVER ABRUPTNESS OF
SUBSTITUTION BUSINESS" WHICH HAS RESULTED IN "NUMEROUS COMPLAINTS"
TO THEM OVER DISRUPTED TRAVEL.

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